

Rec. 1/5/77 for exploration work

STATE OF UTAH
BOND OF LESSEE

KNOW ALL MEN BY THESE PRESENTS, that we KELMINE CORPORATION
P. O. Box 16043, Denver, Colo. 80216, as principal and THE HOME INDEMNITY COMPANY
~~the State of Utah~~, as surety, are held and firmly bound unto the State of Utah in the sum
of One Thousand and no/100----- Dollars (\$ 1000.) lawful money of
the United States to be paid to the State Land Board, as agent for the State of Utah,
for the use and benefit of the State of Utah, and of any patentee or purchaser of any
portion of the land covered by the hereinafter described lease heretofore sold or which
may hereafter be sold with a reservation of the minerals to the State of Utah, on the
surface or of other mineral deposits of any portion of such lands, for which payment,
will and truly to be made, we bind ourselves, and each of us, and each of our heirs,
executors, administrators, successors, and assigns, jointly and severally by these
presents.

Signed with our hands and seals this 31st day of December
in the year of our Lord, 1976.

The condition of the foregoing obligation is such that,

WHEREAS, the State of Utah, as lessor, issued a mineral
lease, Lease Number , and dated July 19, 1976 to
Kelmine Corporation as lessee (and said lease has been duly
assigned under date of to
) to drill for, mine, extract and remove all of the uranium,
copper, and vanadium deposits in and under the
following described lands to-wit:

NOW, THEREFORE, if said principal shall pay all moneys, rentals and royalties accruing to
the lessor under the terms of the above described lease, and shall fully comply with all
other terms and conditions of said lease, the rules and regulations relating thereto
established by the State Land Board, and the rules and regulations governing operating
procedures, abandonment, and conservations practices promulgated by the Utah State Oil
and Gas Conservation Commission as they now exist or may from time to time be modified
or amended, and shall pay all damages to the surface and improvements thereon, then the
above obligation shall be void and of no effect, otherwise to remain in full force and
effect.

Signed, sealed and delivered
in the presence of

Chas. E. Mitton
Chas. E. Mitton, Witness

Lorene Mountain
Lorene Mountain, Witness

KELMINE CORPORATION

BY C. O. Keller (SEAL)

Principal
C. O. Keller, President

(BONDING COMPANY) THE HOME INDEMNITY COMPANY

BY Chas. E. Mitton
Chas. E. Mitton, Attorney-in-fact

Attest:

Resident Agent: FRED A. MITTON

Bonding Co. Address: 1860 Lincoln St.
Denver, Colorado 80295

Corporate Seal of Bonding Company must
be affixed.

Approved as to form and execution:
VERNON B. ROMNEY, Attorney General

